

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

MAY 04 2004

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

W-02526A
Bellemont Water Co.
301 South Ninth
Williams AZ 86046-0000

ANNUAL REPORT

FOR YEAR ENDING

12	31	2003
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FOR COMMISSION USE

Ann04	03
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COMPANY INFORMATION

Company Name (Business Name) Bellenmont Water Company

Mailing Address 11215 Edith Dr.
Flagstaff ^(Street) AZ 86004
_{(City) (State) (Zip)}

(928) 635-2467 (928) 527-3681
_{Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)}

Email Address _____

Local Office Mailing Address Same as above
_(Street)

_{(City) (State) (Zip)}

Same as above
_{Local Office Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)}

Email Address _____

MANAGEMENT INFORMATION

Management Contact: Nona McClain Manager
_{(Name) (Title)}

11215 Edith Dr Flagstaff AZ 86004
_{(Street) (City) (State) (Zip)}

(928) 635-2467 (928) 527-3681
_{Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)}

Email Address _____

On Site Manager: Same as above
_(Name)

_{(Street) (City) (State) (Zip)}

_{Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)}

Email Address _____

☒ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: James Rolle III
 (Name)

608 E Missouri Ste F-2 Phoenix AZ 85012
 (Street) (City) (State) (Zip)

(602) 277-4445 (602) 277-4448
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

Attorney: James Rolle III
 (Name)

608 E Missouri Ste F-2 Phoenix AZ 85012
 (Street) (City) (State) (Zip)

(602) 277-4445 (602) 277-4448
 Telephone No. (Include Area Code) Fax No. (Include Area Code) Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

- | | |
|---|--|
| <input type="checkbox"/> Sole Proprietor (S) | <input checked="" type="checkbox"/> C Corporation (C) (Other than Association/Co-op) |
| <input type="checkbox"/> Partnership (P) | <input type="checkbox"/> Subchapter S Corporation (Z) |
| <input type="checkbox"/> Bankruptcy (B) | <input type="checkbox"/> Association/Co op (A) |
| <input type="checkbox"/> Receivership (R) | <input type="checkbox"/> Limited Liability Company |
| <input type="checkbox"/> Other (Describe) _____ | |

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

- | | | |
|-------------------------------------|-----------------------------------|--|
| <input type="checkbox"/> APACHE | <input type="checkbox"/> COCHISE | <input checked="" type="checkbox"/> COCONINO |
| <input type="checkbox"/> GILA | <input type="checkbox"/> GRAHAM | <input type="checkbox"/> GREENLEE |
| <input type="checkbox"/> LA PAZ | <input type="checkbox"/> MARICOPA | <input type="checkbox"/> MOHAVE |
| <input type="checkbox"/> NAVAJO | <input type="checkbox"/> PIMA | <input type="checkbox"/> PINAL |
| <input type="checkbox"/> SANTA CRUZ | <input type="checkbox"/> YAVAPAI | <input type="checkbox"/> YUMA |
| <input type="checkbox"/> STATEWIDE | | |

COMPANY NAME

Bellemont Water Company, Inc

UTILITY PLANT IN SERVICE

Acct. No.	DESCRIPTION	Original Cost (OC)	Accumulated Depreciation (AD)	O.C.L.D. (OC less AD)
301	Organization	83486	45916	37570
302	Franchises	1339	737	602
303	Land and Land Rights	23861		23861
304	Structures and Improvements	29360	16392	12968
307	Wells and Springs	71227	38367	32860
311	Pumping Equipment	59,236	38263	20,973
320	Water Treatment Equipment	4681	2510	2171
330	Distribution Reservoirs and Standpipes	47,864	28,717	19,147
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	18352	4337	14015
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	1553	960	593
340	Office Furniture and Equipment	4319	2664	1655
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	448	267	181
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	345,726	179,130	166,596

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

Bellevue Water Company, Inc.

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

Acct. No.	DESCRIPTION	Original Cost (1)	Depreciation Percentage (2)	Depreciation Expense (1x2)
301	Organization	83486		
302	Franchises	1339		
303	Land and Land Rights	23861		
304	Structures and Improvements	29360	3.33	978
307	Wells and Springs	71227	3.33	2372
311	Pumping Equipment	59,236	12.5	7404
320	Water Treatment Equipment	4,681	20.0	936
330	Distribution Reservoirs and Standpipes	47,864	5.0	2393
331	Transmission and Distribution Mains			
333	Services			
334	Meters and Meter Installations	18352	8.33	1529
335	Hydrants			
336	Backflow Prevention Devices			
339	Other Plant and Misc. Equipment	1553	6.67	104
340	Office Furniture and Equipment	4319	6.67	288
341	Transportation Equipment			
343	Tools, Shop and Garage Equipment	448	5.0	22
344	Laboratory Equipment			
345	Power Operated Equipment			
346	Communication Equipment			
347	Miscellaneous Equipment			
348	Other Tangible Plant			
	TOTALS	345,726		16026

This amount goes on Comparative Statement of Income and Expense _____
Acct. No. 403.

COMPANY NAME

Bellerose Water Company, Inc.

BALANCE SHEET

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	ASSETS		
	CURRENT AND ACCRUED ASSETS		
131	Cash	\$ 6289	\$ 6856
134	Working Funds		
135	Temporary Cash Investments		
141	Customer Accounts Receivable		
146	Notes/Receivables from Associated Companies		
151	Plant Material and Supplies		
162	Prepayments		
174	Miscellaneous Current and Accrued Assets		
	TOTAL CURRENT AND ACCRUED ASSETS	\$ 6289	\$ 6856
	FIXED ASSETS		
101	Utility Plant in Service	\$ 360,382	\$ 345,726
103	Property Held for Future Use		
105	Construction Work in Progress		
108	Accumulated Depreciation – Utility Plant	164,570	179,130
121	Non-Utility Property		
122	Accumulated Depreciation – Non Utility		
	TOTAL FIXED ASSETS	\$ 195,812	\$ 166,596
	TOTAL ASSETS	\$ 202,101	\$ 173,452

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME Bellefont Water Company, Inc

BALANCE SHEET (CONTINUED)

Acct. No.		BALANCE AT BEGINNING OF YEAR	BALANCE AT END OF YEAR
	LIABILITIES		
	CURRENT LIABILITIES		
231	Accounts Payable	\$ 46,696	\$ 36,131
232	Notes Payable (Current Portion)	14,441	14,688
234	Notes/Accounts Payable to Associated Companies		
235	Customer Deposits		
236	Accrued Taxes		
237	Accrued Interest		
241	Miscellaneous Current and Accrued Liabilities	1,032	1,214
	TOTAL CURRENT LIABILITIES	\$ 62,169	\$ 52,033
	LONG-TERM DEBT (Over 12 Months)		
224	Long-Term Notes and Bonds	\$ 29,462	\$ 17,946
	DEFERRED CREDITS		
251	Unamortized Premium on Debt	\$	\$
252	Advances in Aid of Construction		
255	Accumulated Deferred Investment Tax Credits		
271	Contributions in Aid of Construction		
272	Less: Amortization of Contributions		
281	Accumulated Deferred Income Tax		
	TOTAL DEFERRED CREDITS	\$	\$
	TOTAL LIABILITIES	\$ 91,631	\$ 69,979
	CAPITAL ACCOUNTS		
201	Common Stock Issued	\$ 234,965	\$ 234,965
211	Paid in Capital in Excess of Par Value		
215	Retained Earnings	<124,495>	<131,492>
218	Proprietary Capital (Sole Props and Partnerships)		
	TOTAL CAPITAL	\$ 110,470	\$ 103,473
	TOTAL LIABILITIES AND CAPITAL	\$ 202,101	\$ 173,452

COMPANY NAME *Bellenmont Water Company, Inc*

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

Acct. No.	OPERATING REVENUES	PRIOR YEAR	CURRENT YEAR
461	Metered Water Revenue	\$ 27,962	\$ 51,429
460	Unmetered Water Revenue		
474	Other Water Revenues		
	TOTAL REVENUES	\$ 27,962	\$ 51,429
	OPERATING EXPENSES		
601	Salaries and Wages	\$ 3,200	\$
610	Purchased Water	32,098	
615	Purchased Power	7,844	10,509
618	Chemicals		
620	Repairs and Maintenance	5,998	5,631
621	Office Supplies and Expense	414	102
630	Outside Services	4,425	2,300
635	Water Testing	195	1,259
641	Rents		
650	Transportation Expenses	2,510	2,715
657	Insurance - General Liability	1,227	1,441
659	Insurance - Health and Life		
666	Regulatory Commission Expense - Rate Case		
675	Miscellaneous Expense	24,871	12,585
403	Depreciation Expense	16,826	16,026
408	Taxes Other Than Income	299	
408.11	Property Taxes	3,068	4,555
409	Income Tax		
	TOTAL OPERATING EXPENSES	\$ 102,975	\$ 57,123
	OPERATING INCOME/(LOSS)	\$ 75,013	\$ <5694>
	OTHER INCOME/(EXPENSE)		
419	Interest and Dividend Income	\$	\$
421	Non-Utility Income		
426	Miscellaneous Non-Utility Expenses		
427	Interest Expense	2,388	1,303
	TOTAL OTHER INCOME/(EXPENSE)	\$ <2,388>	\$ <1,303>
	NET INCOME/(LOSS)	\$ <77,401>	\$ <6,997>

COMPANY NAME Bellefont Water Company, Inc

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

	LOAN #1	LOAN #2	LOAN #3	LOAN #4
Date Issued	9/19/89	11/20/00	4/1/02	
Source of Loan	Stockholder	Stockholder	Stockholder	
ACC Decision No.				
Reason for Loan	Working Capital	System Improvements	Working Capital	
Dollar Amount Issued	\$ 14,265	\$ 14,000	\$ 25,000	\$
Amount Outstanding	\$ 3579	\$ 6109	\$ 22,946	\$
Date of Maturity	12/31/04	12/31/04	4/1/04	
Interest Rate	5%	10%	4%	
Current Year Interest	\$ 0	\$ 0	\$ 1303	\$
Current Year Principle	\$ 0	\$ 4753	\$ 0	\$

Meter Deposit Balance at Test Year End

\$ 790

Meter Deposits Refunded During the Test Year

\$ 0-

COMPANY NAME Bellemont Water Company, Inc

WATER COMPANY PLANT DESCRIPTION

WELLS

ADWR ID Number*	Pump Horsepower	Pump Yield (Gpm)	Casing Depth (Feet)	Casing Diameter (Inches)	Meter Size (inches)	Year Drilled
H 2	5 hp	2	225	6"	2"	1989
H 3	2 hp	- 0 -	55	6"	2"	1989
H 4	5 hp	- 0 -	110	6"	2"	2000

- Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

Name or Description	Capacity (gpm)	Gallons Purchased or Obtained (in thousands)
Santa Fe Wells	30	

BOOSTER PUMPS		FIRE HYDRANTS	
Horsepower	Quantity	Quantity Standard	Quantity Other
10	1		
25	2		

STORAGE TANKS		PRESSURE TANKS	
Capacity	Quantity	Capacity	Quantity
100,000	1	5000	1

COMPANY NAME Bellmont Water Company, Inc

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

Size (in inches)	Material	Length (in feet)
2		
3		
4	PVC	482
5		
6	PVC	1518
8		
10		
12		

CUSTOMER METERS

Size (in inches)	Quantity
5/8 X 3/4	
3/4	5
1	
1 1/2	
2	
Comp. 3	
Turbo 3	
Comp. 4	
Tubo 4	1
Comp. 6	
Tubo 6	

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT:

Liquid Chloride

STRUCTURES:

Pumphouse and meter boxes

OTHER:

One generator

COMPANY NAME: Bellefont Water Company, Inc

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2003

MONTH	NUMBER OF CUSTOMERS	GALLONS SOLD	GALLON PUMPED (Thousands)
JANUARY	6 metered	478,366	478,900
FEBRUARY	and	561,483	562,000
MARCH	Unknown	1105,996	1105,400
APRIL	numbers	1155,221	1155,700
MAY	of stand-	1387,178	1387,670
JUNE	pipe	2047,493	2047,900
JULY	Customers.	927,324	928,000
AUGUST		512,412	512,900
SEPTEMBER		614,604	614,900
OCTOBER		1681,675	1681,800
NOVEMBER		820,282	820,582
DECEMBER		828,708	828,900
TOTAL		N/A	12,125,652

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes

(X) No

Does the Company have An ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes

(X) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. 3 ug / 1 billion mg/l
(If more than one well, please list each separately)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME Bellefont Water Company YEAR ENDING 12/31/2003

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2003 was: \$ 1501.59

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

COMPANY NAME Bellevue Water Company, Inc YEAR ENDING 12/31/2003

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported ~0-
Estimated or Actual Federal Tax Liability ~0-

State Taxable Income Reported ~0-
Estimated or Actual State Tax Liability 50.

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances ~0-
Amount of Gross-Up Tax Collected ~0-
Total Grossed-Up Contributions/Advances ~0-

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.

Nona McClain
SIGNATURE

4/30/04
DATE

Nona McClain
PRINTED NAME

Secretary/Treasurer
TITLE

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

RECEIVED

MAY 04 2004

VERIFICATION

STATE OF Arizona

I, THE UNDERSIGNED

OF THE

ARIZONA CORPORATION COMMISSION
DIRECTOR OF UTILITIES

COUNTY OF (COUNTY NAME)
<u>Coconino</u>
NAME (OWNER OR OFFICIAL) TITLE
<u>Nona Mc Claim Secretary/Treasurer</u>
COMPANY NAME
<u>Bellemeent Water Company</u>

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

MONTH	DAY	YEAR
<u>12</u>	<u>31</u>	<u>2003</u>

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2003 WAS:

Arizona IntraState Gross Operating Revenues Only (\$)

\$ 52,575.62

(THE AMOUNT IN BOX ABOVE
INCLUDES \$ 1146.93

IN SALES TAXES BILLED, OR COLLECTED

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)

Nona Mc Claim

SIGNATURE OF OWNER OR OFFICIAL

(928) 635-2467

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

30th

DAY OF

(SEAL)

MY COMMISSION EXPIRES

12/31/07

COUNTY NAME
<u>Coconino</u>
MONTH
<u>April</u>
2004

Rodney C. Wilson

SIGNATURE OF NOTARY PUBLIC SEAL



RODNEY C. WILSON
NOTARY PUBLIC - STATE OF ARIZONA
COCONINO COUNTY

My commission expires Dec. 31, 2007

VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY

RECEIVED

MAY 04 2004

AZ CORPORATION COMMISSION
DIRECTOR OF UTILITIES

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

(COUNTY NAME) <u>Coconino</u>	
NAME (OWNER OR OFFICIAL) <u>Nona McClain</u>	TITLE <u>Secretary/Treasurer</u>
COMPANY NAME <u>Bellefont Water Company</u>	

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION
FOR THE YEAR ENDING

MONTH	DAY	YEAR
12	31	2003

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2003 WAS:

ARIZONA INTRASTATE GROSS OPERATING REVENUES

\$ 18,876.43

(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 1146.93
IN SALES TAXES BILLED, OR COLLECTED

*RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.

Nona McClain
SIGNATURE OF OWNER OR OFFICIAL

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS

30th

DAY OF

NOTARY PUBLIC NAME <u>Rodney C. Wilson</u>	
COUNTY NAME <u>Coconino</u>	
MONTH <u>April</u>	20 <u>04</u>

(SEAL)

MY COMMISSION EXPIRES

RODNEY C. WILSON X
NOTARY PUBLIC - STATE OF ARIZONA
COCONINO COUNTY
My commission expires Dec. 31, 2007

Rodney C. Wilson
SIGNATURE OF NOTARY PUBLIC

BELLEMONT WATER COMPANY
301 S. 9TH ST. 635-2467
WILLIAMS, AZ 86046

3856

91-501/121 60

PAY TO THE ORDER OF Bonny K. Kraske Treasurer \$ 951.03

Five Hundred, Fifty One and 03/100 DOLLARS @

FOR #426-00-100/2001 W/Draw w/c Claim

STOCKMEN'S BANK
Williams Branch 99 105 S. 8th St., Suite D
Williams, AZ 86046

11003856 11221050451 60100039751 1100000951031

CK# 3856 Date 01/15/03 Amt \$951.03

BELLEMONT WATER COMPANY
301 S. 9TH ST. 635-2467
WILLIAMS, AZ 86046

3986

91-501/121 60

PAY TO THE ORDER OF Bonny K. Kraske W/Draw w/c Claim

Five Hundred, Fifty and 36/100 DOLLARS @

FOR #203-40-002E 11003986 11221050451 60100039751 1100000550561

CK# 3986 Date 07/07/03 Amt \$550.56